

17 March 1983

MEMORANDUM FOR: Deputy Director for Administration

FROM: Daniel C. King  
Director of Logistics

SUBJECT: Report of Significant Logistics Activities for  
Period Ending 17 March 1983

1. Progress Report on Tasks Assigned by the DCI/DDCI:

No tasks assigned during this reporting period.

2. Items or Events of Major Interest that have Occurred During the Preceding Week:

a. Classified Trash Disposal: The Hammermill and incinerator have been repaired and are now operable. A magnet has been installed in the Hammermill, and screens have been ordered on a priority basis and should be delivered on 28 March 1983. Currently, all three SOMAT machines are in operation and all chutes are open.

b. Cooling Tower Addition: GSA has informed the Office of Logistics (OL) that the contractor will begin erection of the new cooling tower at the power plant the week of 14 March 1983. The contract completion date is now 23 April 1983 but GSA indicated the contractor will probably not complete all work before the end of May. Delays were experienced when the contractor hit rock which was not identified on the contract drawing when installing the tower sump drain line.

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c. Printing and Photography Division (P&PD) Support:  
During the past week P&PD has received a large number of ad hoc printing requests as follows:

1. Fifty-five individual publications for the DDI/CPAS.
2. Acme of Skills reprint of 10,000 copies scheduled for the end of March.
3. A Conspiracy of Silence pamphlet--6,000 copies to support the OMS/Agency Alcohol Program is scheduled for early April.
4. Eight Thousand five hundred copies of the CIA/ Department of State publication Soviet and East European Aid to the Third World, 1981, have been printed and delivered. [ ]

25X1 d. MERCURY Project: The MERCURY prime contractor, Computer Sciences Corporation (CSC), has submitted its Change Proposal to incorporate the Rockwell subcontract to do the Message Switch portion of the Office of Communications' MERCURY Project. The proposal, which includes subcontract costs, CSC management and support costs, and a six-month schedule stretchout, amounts to \$6.2 million. [ ]

25X1 e. GSA Automatic Data Processing Fund Account: The CIA has requested (on at least two different occasions) that GSA make ADP funds available to react to an extremely advantageous opportunity to acquire an Amdahl Computer by converting from lease to purchase by utilizing option credits. In both of these instances, GSA has denied the Agency's request citing that the ADP fund was experiencing cash flow problems. On 11 March 1983, a call was received by [ ] from Mr. Paul Zacharias, GAO auditor, who is currently investigating the GSA fund account, its availability, and utilization. Mr. Zacharias indicated that from his findings to date, it appears that OMB applied a degree of pressure on GSA which resulted in their decision not to provide

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25X1 funds to the CIA. This action cost the CIA, in one instance, approximately \$180,000 by purchasing the required Amdahl Computer on an Alternate Payment Plan, thereby accruing interest charges on the monies outstanding and due for final payment. The investigation is apparently not yet completed. [redacted]

25X1 f. General Transportation of Hazardous Materials Course:  
25X1 Twenty-two students completed the General Transportation of Hazardous Materials Course which was conducted by the U.S. Army Defense Ammunition Center and School [redacted] during the period 7 through 11 March. The instructors advised that the class average, a 96.5 on the final exam. was one of the highest ever received.  
[redacted]

*for* Daniel C. King

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